

Unaudited Financial Statements
for the Period 14 October 2020 to 31 December 2021
for
Lounges.tv Ltd

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for the Period 14 October 2020 to 31 December 2021

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DIRECTORS:

Ms N Chown
S B Green
T J Millar
D Kluman

REGISTERED OFFICE:

J D Bregman & Co Ltd
First Floor, Spitalfields House
Stirling Way
Borehamwood
WD6 2FX

REGISTERED NUMBER:

12950479 (England and Wales)

ACCOUNTANTS:

J.D. Bregman & Co Limited
First Floor
Spitalfields House
Stirling Way
Borehamwood
Hertfordshire
WD6 2FX

Balance Sheet
31 December 2021

	Notes	£
FIXED ASSETS		
Intangible assets	4	69,498
Tangible assets	5	1,214
		<u>70,712</u>
CURRENT ASSETS		
Debtors	6	17,100
Cash at bank		<u>1,008,840</u>
		1,025,940
CREDITORS		
Amounts falling due within one year	7	<u>(50,635)</u>
NET CURRENT ASSETS		<u>975,305</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,046,017</u>
CAPITAL AND RESERVES		
Called up share capital	8	124
Share premium		1,254,097
Retained earnings		<u>(208,204)</u>
SHAREHOLDERS' FUNDS		<u>1,046,017</u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the period ended 31 December 2021.

The members have not required the company to obtain an audit of its financial statements for the period ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

Balance Sheet - continued
31 December 2021

The financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

In accordance with Section 444 of the Companies Act 2006, the Income Statement has not been delivered.

The financial statements were approved by the Board of Directors and authorised for issue on 10 May 2022 and were signed on its behalf by:

S B Green - Director

Notes to the Financial Statements
for the Period 14 October 2020 to 31 December 2021

1. STATUTORY INFORMATION

Lounges.tv Ltd is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" including the provisions of Section 1A "Small Entities" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Significant judgements and estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. Judgements in respect of recognition of intangible assets have had the most significant effects on amounts recognised in the financial statements.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Computer software is being amortised evenly over its estimated useful life of five years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 33% on cost

2. ACCOUNTING POLICIES - continued

Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's statement of financial position when the company becomes party to the contractual provisions of the instrument. Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

Notes to the Financial Statements - continued
for the Period 14 October 2020 to 31 December 2021

2. **ACCOUNTING POLICIES - continued**

Taxation

Taxation for the period comprises current and deferred tax. Tax is recognised in the Income Statement, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the period end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Going concern

The directors, having carefully considered the company's circumstances consider that the company has sufficient cash resources to enable the company to continue to be going concerns for at least 12 months from the date of signing the financial statements. Consequently, the directors consider it appropriate to prepare the financial statements on the going concern basis.

Share based payments

The Company issues equity-settled share options to certain employees. Equity-settled share-based payment transactions are measured at fair value (excluding the effect of non market-based vesting conditions) at the date of grant. The fair value determined at the grant date of the equity-settled share-based payments is expensed on a straight-line basis over the vesting period, based on the Company's estimate of shares that will eventually vest and adjusted for the effect of non market-based vesting conditions.

3. **EMPLOYEES AND DIRECTORS**

The average number of employees during the period was 4 .

Notes to the Financial Statements - continued
for the Period 14 October 2020 to 31 December 2021

4. **INTANGIBLE FIXED ASSETS**

	Other intangible assets £
COST	
Additions	69,498
At 31 December 2021	<u>69,498</u>
NET BOOK VALUE	
At 31 December 2021	<u>69,498</u>

Computer software have not generated any income in the year, therefore in the director's opinion amortisation is not required in the year

5. **TANGIBLE FIXED ASSETS**

	Computer equipment £
COST	
Additions	1,357
At 31 December 2021	<u>1,357</u>
DEPRECIATION	
Charge for period	143
At 31 December 2021	<u>143</u>
NET BOOK VALUE	
At 31 December 2021	<u>1,214</u>

6. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	£
Other debtors	<u>17,100</u>

7. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	£
Trade creditors	25,284
Taxation and social security	7,362
Other creditors	<u>17,989</u>
	<u>50,635</u>

Notes to the Financial Statements - continued
for the Period 14 October 2020 to 31 December 2021

8. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	£
1,240,130	Ordinary share	£0.0001	<u>124</u>

1,240,130 Ordinary share shares of £0.0001 each were allotted as fully paid at a premium of £5.48 per share during the period.

During the year 1,240,130 Ordinary shares of nominal value of £0.0001 were issued at a value of £5.48 giving a share premium of £1,317,087.

The cost of fund raising amounted to £62,990 has been charged to the share premium.

9. RELATED PARTY DISCLOSURES

The amount owed to a related party of £4,975 has been written off in the year.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.